

Message Text

LIMITED OFFICIAL USE

PAGE 01 MEXICO 04076 01 OF 02 110958Z
ACTION ARA-14

INFO OCT-01 ISO-00 SNM-05 AID-05 DEAE-00 /025 W
-----071273 111028Z /13
R 101530Z MAR 78
FM AMEMBASSY MEXICO
TO SECSTATE WASHDC 8846

LIMITED OFFICIAL USE SECTION 01 OF 02 MEXICO 04076

EO 11652: N/A
TAGS: SNAR, MX
SUBJECT: NARCOTICS CONTROL - E-SYSTEMS CONTRACT

REF: STATE 41617

1. SUMMARY: EMBASSY NARCOTICS OFFICERS AND E-SYSTEMS EXECUTIVE PERSONNEL (BEVAR AND BATES) MET WITH ATTORNEY GENERAL'S (AG) EXECUTIVE OFFICER BAEZA AND HIS SENIOR STAFF ON 22 FEB TO DISCUSS E-SYSTEMS CONTRACT WITH PARTICULAR EMPHASIS ON THE SUPPLY AND PROCUREMENT SITUATION. AFTER LENGTHY DISCUSSION, BAEZA MADE DECISION THAT E-SYSTEMS PERSONNEL WOULD PARTICIPATE ACTIVELY IN THE SUPPLY AND PROCUREMENT SECTIONS. A CALL ORDER WAS SIGNED BY AG CONTRACT ADMINISTRATOR UGALDE ON 2 MARCH FOR THREE TDY SUPPLY TECHNICIANS. END SUMMARY.

2. S/NM LINNEMANN'S TDY TO MEXICO COINCIDED WITH VISIT BY E-SYSTEMS EXECUTIVE OFFICER BEVAR. BEVAR CONDUCTED A BRIEFING FOR LINNEMANN ON 21 FEBRUARY, AND THE ISSUES RAISED PRECIPITATED A MEETING WITH AG EXECUTIVE OFFICER BAEZA AND HIS SENIOR STAFF TO CLARIFY SOME DOUBTS, AMONG OTHER THINGS, ON THE SUPPLY AND PROCUREMENT SECTION. BAEZA READILY ADMITTED HE HAD BEEN LED TO BELIEVE THAT AG OFFICE HAD ATTAINED AN ACCEPTABLE LEVEL OF PROFICIENCY IN THESE TWO AREAS BASED ON THE OPTIMISTIC REPORTING FROM HIS ADMINISTRATIVE ASSISTANT, AGUILAR, WHO WORKS FOR THE LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 02 MEXICO 04076 01 OF 02 110958Z

DIRECTOR OF ADMINISTRATION, MANCERA. EMBASSY NARCOTICS ASSISTANCE ATTACHE CONDUCTED A SERIES OF INFORMAL BRIEFINGS FOR BAEZA AND HIS SPECIAL ASSISTANT, YANEZ, TO FOCUS ON THE PROBLEMS ENGENDERED AS A RESULT OF HEAVY-HANDED METHODS EMPLOYED BY MANCERA AND AGUILAR WHICH ISOLATED SUPPLY AND PROCUREMENT FROM THE CONTROL OF AERO SERVICES CHIEF HERNANDEZ.

3. PRIOR TO THE JOINT MEETING WITH HIS SENIOR STAFF, BAEZA APPROVED A REQUEST FROM HERNANDEZ TO CONDUCT A RANDOM SAMPLING INSPECTION OF STOCK CARDS AND BIN LEVELS WHICH REVEALED AN ERROR OF APPROXIMATELY 12 AND 13 PERCENT RESPECTIVELY ON BATCHES OF 100 AND 1,000 CARDS. WHILE AGUILAR RATIONALIZED THAT MAJOR PORTION OF ERRORS APPLIED TO LOW-COST HARDWARE, BEVAR REFUTED WITH COMMENT THAT STOCK CARDS DID NOT REVEAL AN ACCURATE STATUS OF REPAIRABLE PARTS AND NOTED OTHER DEFICIENCIES. THIS INFORMATION IS A PRIME CONSIDERATION FOR PROCUREMENT OF HIGH VALUE ITEMS. BEVAR FURTHER UNDERScoreD HIS ARGUMENT FOR E-SYSTEMS INVOLVEMENT WITH COMMENT THEY COULD BE AS MUCH AS 30 PERCENT OVERSTOCKED IN SOME SPARE PART LEVELS. HE EXPLAINED THAT UNDER THE SYSTEMS CONCEPT THAT E-SYSTEMS WISHES TO IMPLEMENT, SPECIAL ATTENTION IS GIVEN TO ESTABLISH MINIMUM STOCK LEVELS AND REORDER POINTS FOR HIGH VALUE COMPONENTS FOR COST EFFECTIVENESS AND ALSO TO AVOID CASES OF ZERO BALANCES.

4. THE POINT WAS MADE TO ALL PRESENT THAT E-SYSTEMS IS A CONTRACTOR RESPONSIBLE TO THE MEXICAN GOVERNMENT; AS SUCH, UNDER THE TERMS OF THE CONTRACT, THEY ARE COMMITTED TO WORK IN ALL AREAS OF AERO SERVICES ACTIVITIES IN ORDER TO UPGRADE THEIR EFFICIENCY AND MUST HAVE FULL COOPERATION IF THE OBJECTIVES ARE TO BE MET. BEVAR PROPOSED AND BAEZA AGREED DURING THE MEETING THAT E-SYSTEMS TDY TECHNICIANS WOULD PERFORM THE FOLLOWING LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 03 MEXICO 04076 01 OF 02 110958Z

FUNCTIONS AS SOON AS AVAILABLE:

(A) COMPLETE INVENTORY OF ENTIRE SUPPLY TO INCLUDE SPARE PARTS, COMPONENTS, AND REPAIRABLES.

(B) UPDATE ALL KARDEX CARDS AND POST THE STATUS OF EACH PART TO INCLUDE DATE OF PROCUREMENT FOR RESTOCKING AND SCHEDULED DELIVERY DATES.

(C) ESTABLISH REORDER POINTS FOR MINIMUM LEVELS TO AVOID A ZERO BALANCE TO MINIMIZE AOG PROCUREMENTS.

(D) COMPLETE AN ANALYSIS OF HISTORICAL USAGE OF HIGH VALUE SPARES AND COMPONENTS.

5. BEFORE THE MEETING ADJOURNED, BAEZA CALLED NARCOTICS ASSISTANCE ATTACHE OUT OF ROOM FOR A PRIVATE TALK ON CERTAIN CONSTRAINTS RAISED BY SOME OF HIS SENIOR STAFF IN THE COURSE OF THE HEATED AND LENGTHY DISCUSSION WHICH AT TIMES REEKED OF PERSONALITY CONFLICTS. BAEZA AGREED THAT BEST COURSE OF ACTION CONSISTED OF E-SYSTEMS PARTICIPATION ON AN IMMEDIATE BASIS WITH CONTINUOUS MONITORING THROUGH WEEKLY MEETINGS OF PROGRESS IN BOTH SUPPLY AND PROCUREMENT UNTIL HE WAS SATISFIED THE FUNCTIONS WERE FULLY COORDINATED AND OPERATING EFFECTIVELY.

6. EMBASSY COMMENTS: E-SYSTEMS CONTRACT REMAINS THE

COSTLIEST YET MOST PIVOTAL PROJECT AND A SIGNIFICANT
FACTOR IN THE RESULTS OF THE ERADICATION CAMPAIGN. AG
FLORES' UNTIMELY AND LENGTHLY ILLNESS DELAYED THE CRUCIAL
MEETING WITH BAEZA. WE FEEL THAT THE SUPPLY AND PROCURE-
MENT SITUATION WILL BE RESOLVED NOW THAT BAEZA IS FULLY
APPRISED AND MADE THE DECISION. EMBASSY NARCOTICS OF-
FICERS PLAN TO DISCUSS VERY SOON THE FUNDING SITUATION
WITH BAEZA AND HIS SENIOR STAFF TO ESTABLISH DEFINITIVE
GUIDELINES FOR EXCEPTIONAL LOCAL PROCUREMENTS FROM E-

LIMITED OFFICIAL USE

NNN

LIMITED OFFICIAL USE

PAGE 01 MEXICO 04076 02 OF 02 110958Z
ACTION ARA-14

INFO OCT-01 ISO-00 SNM-05 AID-05 DEAE-00 /025 W
-----071309 111025Z /13
R 101530Z MAR 78
FM AMEMBASSY MEXICO
TO SECSTATE WASHDC 8847

LIMITED OFFICIAL USE SECTION 02 OF 02 MEXICO 04076

SYSTEMS FUNDS. SUBJECT OF SEPTTEL. LUCEY

LIMITED OFFICIAL USE

NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 jan 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: NARCOTICS, CONTRACTS, PROGRAMS (PROJECTS)
Control Number: n/a
Copy: SINGLE
Draft Date: 10 mar 1978
Decaption Date: 01 jan 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 20 Mar 2014
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1978MEXICO04076
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Expiration:
Film Number: D780109-0667
Format: TEL
From: MEXICO
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1978/newtext/t19780383/aaaacsbd.tel
Line Count: 148
Litigation Code IDs:
Litigation Codes:
Litigation History:
Locator: TEXT ON-LINE, ON MICROFILM
Message ID: eaa6acc9-c288-dd11-92da-001cc4696bcc
Office: ACTION ARA
Original Classification: LIMITED OFFICIAL USE
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 3
Previous Channel Indicators: n/a
Previous Classification: LIMITED OFFICIAL USE
Previous Handling Restrictions: n/a
Reference: 78 STATE 41617
Retention: 0
Review Action: RELEASED, APPROVED
Review Content Flags:
Review Date: 18 jul 2005
Review Event:
Review Exemptions: n/a
Review Media Identifier:
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
SAS ID: 3374417
Secure: OPEN
Status: NATIVE
Subject: NARCOTICS CONTROL - E-SYSTEMS CONTRACT
TAGS: SNAR, MX, US
To: STATE
Type: TE
vdkgvwkey: odbc://SAS/SAS.dbo.SAS_Docs/eaa6acc9-c288-dd11-92da-001cc4696bcc
Review Markings:
Sheryl P. Walter
Declassified/Released
US Department of State
EO Systematic Review
20 Mar 2014
Markings: Sheryl P. Walter Declassified/Released US Department of State EO Systematic Review 20 Mar 2014